

Press Release

Aggarwal Hospital & Research Services Private Limited

October 06, 2018

Rating Update



| | |
|-------------------------------------|---------------------------------------|
| Total Bank Facilities Rated* | Rs. 20.00 Cr.# |
| Long Term Rating | ACUITE BB Issuer not co-operating* |

#Refer Annexure for details

*The issuer did not co-operate; based on best available information.

Rating Rationale

Acuité has reviewed the long-term rating of '**ACUITE BB**' (read as **ACUITE double B**) on the Rs.20.00 crore bank facilities of Aggarwal Hospital & Research Services Private Limited (Aggarwal Hospital). The ratings are now indicative ratings and are based on best available information.

Non-cooperation by the issuer/borrower:

Acuité has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer/borrower failed to submit such information before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and Acuité's policies.

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-17.htm>
- Infrastructure Entities - <https://www.acuite.in/view-rating-criteria-14.htm>

Limitation regarding information availability:

The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). Acuité endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuité cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

About the Rated Entity:

Aggarwal Hospital & Research Services Private Limited (Aggarwal Hospital) was incorporated in 1990 by Dr. Ajit Gupta who is also a founder of Park Group of Hospitals. At present the operations are managed by Dr. Ajit Gupta and Dr. Ankit Gupta. Aggarwal Hospital provides healthcare services.

For FY2014-15, the hospital reported loss of Rs.0.12 cr on operating income of Rs.20.71 cr as compared with loss of Rs.0.1.50 cr on operating income of Rs.1.90 cr for FY2013-14. The net worth stood at Rs.10.83 cr as on March 31, 2015 as compared with Rs.7.56 cr a year earlier.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuité is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

| Date | Name of Instrument / Facilities | Term | Amount (Rs. Cr) | Ratings/Outlook |
|-----------|---------------------------------|-----------|-----------------|--|
| 29-May-17 | Term Loan | Long term | 9.00 | ACUITE BB (Issuer not co-operating) |
| | Cash Credit | Long Term | 11.00 | ACUITE BB (Issuer not co-operating) |
| 04-Feb-16 | Term Loan | Long term | 9.00 | ACUITE BB (Assigned) |
| | Cash Credit | Long term | 11.00 | ACUITE BB (Assigned) |
| 11-Sep-15 | Term Loan | Long term | 9.00 | ACUITE B+/Stable (Suspended) |

*Annexure – Details of instruments rated

| Name of the Facilities | Date of Issuance | Coupon Rate | Maturity Date | Size of the Issue (Rs. Crore) | Ratings/Outlook |
|------------------------|------------------|----------------|----------------|-------------------------------|---------------------------------------|
| Term Loan | Not Applicable | Not Applicable | Not Applicable | 9.00 | ACUITE BB Issuer not co-operating* |
| Cash Credit | Not Applicable | Not Applicable | Not Applicable | 11.00 | ACUITE BB Issuer not co-operating* |

*The issuer did not co-operate; based on best available information.

Contacts

| Analytical | Rating Desk |
|---|---|
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About Acuite Ratings & Research:

Acuite Ratings & Research Limited (*erstwhile SMERA Ratings Limited*) is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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